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GRAVITY DRAINAGE DISTRICT NO. ONE
OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2004

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 3/16/05

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JOHN S. DOWLING & COMPANY
 A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

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 1904-1984

Retired

Harold Dupre, CPA
 1996

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 1998

Joel Lanclos, Jr., CPA
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ACCOUNTANT'S COMPILATION REPORT

The Board of Commissioners
 Gravity Drainage District No. One of
 Ward Three of St. Landry Parish
 Arnaudville, Louisiana

We have compiled the accompanying financial statements of Gravity Drainage District No. One of Ward Three of St. Landry Parish, a component unit of the St. Landry Parish Police Jury, as of December 31, 2004, and for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

As explained in Note 1 to the financial statements, management has elected not to implement the new financial reporting requirements of GASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments.

In accordance with the Louisiana Governmental Audit Guide and the provisions of state law, we have issued a report, dated February 9, 2005, on the results of our agreed-upon procedures.

John S. Dowling & Company

Opelousas, Louisiana
 February 9, 2005

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 2004

ASSETS	GOVERNMENTAL		ACCOUNT GROUPS			TOTALS	
	FUND TYPES		GENERAL	FIXED	GENERAL	(Memorandum Only)	
	GENERAL	SPECIAL	REVENUE	DEBT	LONG-TERM	2004	2003
					DEBT		
Cash	\$144,752					\$144,752	\$81,248
Checks on hand	4,164					4,164	40,620
Grant receivable							11,398
Property taxes receivable, net	155,549					155,549	117,354
State revenue sharing receivable	8,329					8,329	8,613
Interfund receivable							15,068
Equipment						317,478	317,478
Amount to be provided					\$91,443	91,443	118,583
Total assets	312,794	-0-		-0-	91,443	721,715	710,362
LIABILITIES AND FUND EQUITY							
LIABILITIES							
Accounts payable	\$1,623					\$1,623	\$460
Salaries payable	2,222					2,222	1,056
Interfund payable							15,068
Note payable					\$91,443	91,443	118,583
Total liabilities	3,845	-0-		-0-	91,443	95,288	135,167
FUND EQUITY							
Investment in general fixed assets							
Fund balance						317,478	317,478
Reserved for protest taxes	12,000					12,000	12,000
Unreserved and undesignated	296,949					296,949	245,717
Total fund equity	308,949	-0-		-0-	-0-	626,427	575,195
Total liabilities and fund equity	312,794	-0-		-0-	91,443	721,715	710,362

See accompanying notes and accountant's report.

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2004

	GOVERNMENTAL FUND TYPES			TOTALS (Memorandum Only)	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	2004	2003
<u>REVENUES</u>					
Taxes					
Property taxes	\$144,472			\$144,472	\$153,460
Intergovernmental revenues					
State revenue sharing	12,134			12,134	12,550
Grant revenue		\$5,660		5,660	19,340
<u>Total revenues</u>	<u>156,606</u>	<u>5,660</u>	<u>-0-</u>	<u>162,266</u>	<u>185,350</u>
<u>EXPENDITURES</u>					
Current					
General and administrative					
Engineering assistance	500			500	500
Fuel and oil	10,315	2,402		12,717	7,621
Insurance	13,260			13,260	12,442
Labor	26,338			26,338	23,926
Legal publications	155			155	256
Miscellaneous expense					210
Office expense	1,245	17	\$9	1,271	1,200
Per diem and mileage	5,609			5,609	3,058
Professional fees	1,500			1,500	1,425
Rent	275			275	600
Repairs and maintenance	3,665	3,353		7,018	13,897
Recording right of ways	210			210	
Salary -					
Secretary/treasurer	4,550			4,550	4,200
Taxes - payroll	3,295			3,295	2,977
Telephone	180			180	190
Capital outlay					158,583
Debt service					
Principal	27,140			27,140	
Interest	7,016			7,016	
<u>Total expenditures</u>	<u>105,253</u>	<u>5,772</u>	<u>9</u>	<u>111,034</u>	<u>231,085</u>
<u>EXCESS OF REVENUES OVER (UNDER)</u>					
<u>EXPENDITURES</u>	<u>51,353</u>	<u>(112)</u>	<u>(9)</u>	<u>51,232</u>	<u>(45,735)</u>

Continued on next page.

See accompanying notes and accountant's report.

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUND TYPES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2004

	GOVERNMENTAL FUND TYPES			TOTALS (Memorandum Only)	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	2004	2003
<u>OTHER FINANCING SOURCES (USES)</u>					
Operating transfers in	\$1,036	\$510		\$1,546	\$251
Operating transfers out	(510)	(398)	\$ (638)	(1,546)	(251)
General fixed assets traded in					15,000
Inception of note payable					118,583
<u>Total other financing</u>					
<u>sources (uses)</u>	<u>526</u>	<u>112</u>	<u>(638)</u>	<u>-0-</u>	<u>133,583</u>
<u>EXCESS OF REVENUES AND OTHER</u>					
<u>SOURCES OVER (UNDER)</u>					
<u>EXPENDITURES AND OTHER USES</u>	51,879		(647)	51,232	87,848
<u>FUND BALANCES, beginning of year</u>	<u>257,070</u>	<u>—</u>	<u>647</u>	<u>257,717</u>	<u>169,869</u>
<u>FUND BALANCES, end of year</u>	<u>308,949</u>	<u>-0-</u>	<u>-0-</u>	<u>308,949</u>	<u>257,717</u>

See accompanying notes and accountant's report.

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (CASH BASIS) AND ACTUAL
GENERAL AND SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2004

	GENERAL FUND		SPECIAL SERVICE FUND		TOTALS (Memorandum Only)
	VARIANCE		VARIANCE		
	BUDGET	ACTUAL	BUDGET	ACTUAL	
REVENUES					
Taxes					
Property taxes	\$142,591	\$106,278	\$ (36,313)		\$106,278
Intergovernmental revenues					
State revenue sharing	12,561	12,418	(143)		12,418
Grant revenue				\$5,660	5,660
Total revenues	155,152	118,696	-0-	5,660	124,356
EXPENDITURES					
Current					
General and administrative	500	500			500
Engineering assistance	5,000	8,792	(3,792)	2,402	11,194
Fuel and oil	14,539	13,260	1,279		13,260
Insurance	30,000	25,522	4,478		25,522
Labor	113	155	(42)		155
Legal publications	1,225	1,245	(20)	17	1,262
Office expense	5,610	5,609	1		5,609
Per diem and mileage	1,500	1,500			1,500
Professional fees	275	275			275
Rent	4,625	4,025	600	3,353	7,378
Repairs and maintenance		210	(210)		210
Recording right of ways	4,200	4,200			4,200
Salary - secretary/treasurer	3,700	3,295	405		3,295
Taxes - payroll	175	180	(5)		180
Telephone					
Election					
Debt Service	27,140	27,140			27,140
Principal	7,016	7,016			7,016
Interest	105,618	102,924	2,694	5,772	108,696
Total expenditures			-0-	-	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	49,534	15,772	(33,762)	(112)	15,660

Continued on next page.

See accompanying notes and accountant's report.

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (CASH BASIS) AND ACTUAL
GENERAL AND SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2004

	GENERAL FUND		SPECIAL SERVICE FUND		TOTALS (Memorandum Only) ACTUAL
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL
OTHER FINANCING SOURCES (USES)					
Operating transfers in	\$1,036	\$1,036		\$510	\$1,546
Operating transfers out		(510)	\$ (510)	(398)	(908)
Total other financing sources (uses)	1,036	526	(510)	112	638
EXCESS OF REVENUES AND OTHER SOURCES OVER UNDER EXPENDITURES AND OTHER USES	50,570	16,298	(34,272)	-0-	16,298
FUND BALANCES, beginning of year		132,618			132,618
FUND BALANCES, end of year		148,916		-0-	148,916

See accompanying notes and accountant's report.

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2004

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. SCOPE OF ENTITY

The Gravity Drainage District No. One of Ward Three of St. Landry Parish was established for the purpose of opening and maintaining all natural drains in the District, where drainage is accomplished using the natural force of gravity.

As the governing authority of the parish, for reporting purposes, the St. Landry Parish Police Jury is the financial reporting entity for St. Landry Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the St. Landry Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the police jury to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the police jury appoints the District's governing body, the District was determined to be a component unit of the St. Landry Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the District and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2004

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. BASIS OF PRESENTATION - FUND ACCOUNTING

The accompanying component unit financial statements of Gravity Drainage District No. One of Ward Three of St. Landry Parish have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Management has elected not to implement the new financial reporting requirements of GASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments. The Governmental Accounting Standards Board (GASB) is the accepted standards-setting body for establishing governmental accounting and financial reporting principles.

The District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds of the District are classified as governmental funds. Governmental funds account for the District's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. Governmental funds of the District include:

General Fund

The General Fund is the general operating fund of the Gravity Drainage District No. One of Ward Three of St. Landry Parish. It is used to account for all financial resources except those required to be accounted for in other funds.

Special Revenue Fund

The Special Revenue Fund is used to account for the grant received from the Governor's Office of Rural Development.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2004

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets.

The modified accrual basis of accounting is followed by the governmental fund types. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures, other than interest on long-term debt, are recorded when the related fund liability is incurred, if measurable.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State of Louisiana are recognized when susceptible to accrual. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available.

Purchase of various operating supplies are regarded as expenditures at the time purchased. The costs of governmental fund-type inventories are recorded as expenditures when purchased and items on hand at year-end, if any, are not recorded as assets. Expenditures for insurance and similar services which extend over more than one accounting period are accounted for as expenditures of the period of acquisition.

D. BUDGETS AND BUDGETARY ACCOUNTING

The District is required by state law to adopt an annual budget for its General Fund. The District also adopts a budget for its Debt Service Fund. A budget for the Special Revenue Fund was not prepared because revenue and expenditures were under \$250,000. The budgets are adopted on a cash basis. The budgets must be finally adopted by the District no later than the last day of the preceding year. The Board of Commissioners may authorize revisions requiring alteration of levels of expenditures. Operating appropriations lapse at year-end.

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2004

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. BUDGETS AND BUDGETARY ACCOUNTING (Continued)

The revenues, expenditures and fund balance shown on pages 3 and 4 are reconciled with the amounts reflected in the budget comparisons on pages 5 and 6 as follows:

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE</u>
Revenues - page 3	\$156,606	\$5,660
Add: Prior year property taxes receivable	117,355	
Prior year state revenue sharing receivable	8,613	
Less: Current year property tax receivable	(155,549)	
Current year state revenue sharing receivable	<u>(8,329)</u>	<u> </u>
Revenues - page 5	<u>118,696</u>	<u>5,660</u>
Expenditures - page 3	\$105,253	\$5,772
Add: Prior year payables	1,516	
Less: Current year payables	<u>(3,845)</u>	<u> </u>
Expenditures - page 5	<u>102,924</u>	<u>5,772</u>
Fund balance, end of year - page 4	\$308,949	
Add: Current year payables	3,845	
Less: Current year receivables	<u>(163,878)</u>	<u> </u>
Fund balance, end of year - page 6	<u>148,916</u>	<u>-0-</u>

E. ENCUMBRANCES

Encumbrance accounting is not used by the Drainage District.

F. INVESTMENTS AND CASH

Investments are stated at cost or amortized cost, which approximates market.

Louisiana statutes authorize the District to invest in United States bonds, treasury notes or certificates of deposit in state and national banks, or any other federally insured investment.

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2004

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. FIXED ASSETS

Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. The assets recorded in the General Fixed Assets Account Group consist only of equipment. Expenditures for infrastructure assets, if any, are not set up as assets in the General Fixed Assets Account Group. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost plus trade-in value, if applicable. Interest costs during construction are not capitalized.

H. PENSION PLANS

The Drainage District does not have a pension plan. The employees of the Drainage District participate in the Social Security Retirement System.

I. VACATION AND SICK LEAVE

After six months of service, employees earn 15 days of annual leave each year at the rate of 10 hours per month. Accumulated annual leave is lost at the time of retirement or resignation. Sick leave is granted at the discretion of the Board of the Drainage District.

J. LONG-TERM DEBT

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-term Debt Account Group, not in the governmental funds.

K. TOTAL COLUMNS ON COMBINED STATEMENTS

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position, in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. CASH AND INVESTMENTS

At December 31, 2004 the total bank balances of the District's deposits (cash and time deposits) were \$145,994. The bank balance was covered by federal depository insurance of \$100,000 and by collateral held by the bank in the District's name in the amount of \$41,161. The remaining cash balance of \$4,833 was uncollateralized.

3. PROPERTY TAXES

The District's ad valorem property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the District. Property taxes are due on October 1 and become delinquent by January 1 of the following year. The St. Landry Parish Sheriff bills, collects, and distributes the property taxes for the District using the assessed values determined by the tax assessor of St. Landry Parish.

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2004

3. PROPERTY TAXES (Continued)

For the year ended December 31, 2004, a tax millage of 14.90 was assessed, of which 5.21 mills were for maintenance, and an additional 9.69 mills was assessed, after a special election was held on July 20, 2003, for the purpose of constructing, maintaining, and operating the District's drainage works. As per state requirements, each taxing district of the parish must remit 3.0622% of total ad valorem taxes per the tax roll to the pension fund. This amount is determined by the legislative auditor each year. Since the Sheriff collects all taxes for the parish, the tax collected in the first month is reduced by the Sheriff for the pension fund amount owed and the remainder is remitted to the taxing district. Therefore, property taxes are shown net of pension fund distributions as follows:

	<u>Total Tax</u> <u>Per Roll</u>	<u>Pension Fund</u> <u>Requirements</u>	<u>Property</u> <u>Tax Receivable</u>
General Fund	\$164,984	\$1,878	\$163,106

4. PROPERTY TAXES RECEIVABLE

A breakdown of property taxes receivable as of December 31, 2004 is as follows:

	<u>Taxes</u> <u>Receivable</u>	<u>Estimated</u> <u>Uncollectible</u>	<u>Collections</u> <u>in December</u>	<u>Net Taxes</u> <u>Receivable</u>
General Fund	\$163,106	\$(7,557)	-0-	\$155,549

5. INTERFUND RECEIVABLES, PAYABLES

There were no interfund receivables or payables at December 31, 2004.

6. GENERAL LONG-TERM DEBT

The Drainage District purchased a 2003 Kobelco SK250 Excavator for \$158,583 during 2003. The 1992 Kobelco was traded in for \$15,000. The District made a \$25,000 down payment and will pay out the balance in four equal annual installments of \$34,157. The annual debt service requirements including interest are as follows:

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2005	\$28,746	\$5,411	\$34,157
2006	30,447	3,710	34,157
2007	32,250	1,907	34,157
	<u>91,443</u>	<u>11,028</u>	<u>102,471</u>

GRAVITY DRAINAGE DISTRICT NO. ONE OF WARD THREE OF ST. LANDRY PARISH
ARNAUDVILLE, LOUISIANA
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2004

7. CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	<u>Equipment</u>
Balance, beginning of year	\$ <u>317,478</u>
Balance, end of year	<u>317,478</u>

8. PER DIEM AND MILEAGE

Per diem and mileage paid to board members is summarized below:

<u>Board Members</u>	<u>Per Diem</u>	<u>Mileage</u>	<u>Total</u>
Teddy Stelly	\$1,100	23	\$1,123
Alvin J. Mallet	1,100	14	1,114
Creighton Dugas, Jr.	1,100	34	1,134
Y. Z. Gauthier	1,100	19	1,119
Donald Meche	<u>1,100</u>	<u>19</u>	<u>1,119</u>
<u>Total</u>	<u>5,500</u>	<u>109</u>	<u>5,609</u>

9. DEFICITS IN INDIVIDUAL FUNDS

None of the District's funds had a deficit fund balance at December 31, 2004.

10. RESERVES OF FUND EQUITY

Per the board meeting held on April 3, 2003, the District shall hold in reserve \$12,000 of property tax revenue for a liability that may result from property taxes paid under protest.

11. LITIGATION

A lawsuit was filed during 2003 against the Gravity Drainage District No. One of Ward Three concerning work done under the Bayou Bourbeaux Watershed Project. The lawsuit also named numerous other public entities. The District's attorney believes that the District and all other entities involved were within their legal rights concerning the work done and anticipates no financial loss from this litigation.